

EMPLOYER RATE CHANGES FOR 96 FUND*

Historically, Fund proceeds from the lottery have been used to build reserves to pay future pension payments of the Pre-96 fund. During the recent session of the General Assembly, lawmakers shifted lottery proceeds to cover school-operating costs for pension payments for members of the 1996 Fund.

At their July meeting, the Indiana State Teachers' Fund Board of Trustees approved the use of this year's lottery allotment (30 million dollars) to reduce the Employer Rate for 96 fund members from 9% to 6.82%. Effective July 1, 2003 through June 30, 2004, quarterly employer contributions should be calculated using the new rate.

*This information is also included in [the Employer Newsletter for Summer 2003](#).